

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 3118

**DATE:** March 21, 2016

**Version:** Delete everything amendment (H3118DE1)

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**Subject:** Disabled veterans market value exclusion

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H.F. 3118 provides that when a disabled veteran qualifies for the disabled veteran's market value exclusion, the exclusion will become effective immediately, i.e. for the remainder of the current taxes payable year. The county will be required to issue an abatement of taxes payable for the remainder of the year based on the recomputed tax amount, with a refund issued to the taxpayer if taxes have already been paid. The commissioner of revenue is required to reimburse local taxing jurisdictions for abatements granted under this subdivision.

H.F. 3118 also requires the assessor to remove the disabled veterans' exclusion for taxes payable in the following year if the qualifying veteran transfers the property prior to July 1 of the year before the taxes are payable. Under current law, the benefit may carry over for one more year following the year in which the property is transferred.